UNITED STATES DEPARTMENT OF JUSTICE WASHINGTON, D.C. 20530

SUPPLEMENTAL STATEMENT

Pursuant to Section 2 of the Foreign Agents Registration Act of 1938, as Amended

For Six Month P	Period Endina	JUN 3 0 1976	
For Six Month P	eriod isliding	(Insert date)	
Name of Registrant		Registration No.	
United States-Japan Trade Cou	ncil	929	
Business Address of Registrant			
1000 Connecticut Avenue, N. W	., Washington,	D. C. 20036	
	I - REGISTRAN	T	
1. Has there been a change in the informa	ation previously furn	ished in connection with	the following:
(a) If an individual:			
(1) Residence address(2) Citizenship(3) Occupation	Yes	No [] No [] No []	
(b) If an organization:			
(1) Name(2) Ownership or control(3) Branch offices	Yes [] Yes [] Yes []	No X No X No X	
2. Explain fully all changes, if any, indicate	cated in Item 1.		
			•
IF THE REGISTRANT IS AN	INDIVIDUAL, OMIT	RESPONSE TO ITEMS 3	, 4, and 5.
3. Have any persons ceased acting as parthis 6 month reporting period?	rtners, officers, dire	ctors or similar officials (of the registrant during
If yes, furnish the following informatio	n:		
Name	Position		Date Connection Ended
Nelson Stitt	Council Dir	ector	Feb. 28, 1976 (deceased)

period? X Y				
If yes, furnish the	e following information:			v
Name	Residence Address	Citizenship	Position	, Date Assumed
Noel Hemmend:	inger 2007 Martha's Rd		Council	May 19, 19
John A. Kenne	Alexandria, Va. : edy 7107 Lenhart Dri		irector ember of	May 19, 19
	Chevy Chase, Md.		oard of irectors	
	amed in Item 4 rendered service	es directly in furtherance of	the interests	of any foreign
If yes, identify ea	ach such person and describe h	is services.		
	edy Consulted with re			
terminated their e	employment or connection with to x			
If yes, furnish the	e following information:			•
Name	Position or	connection		Date terminated
				Date terminated
the registrant who	nth reporting period, have any poor or rendered services to the regist than a clerical or secretarial,	ersons been hired às employe strant directly in furtherance o	of the interest	ther capacity by
the registrant who principal in other Yes No.	nth reporting period; have any po o rendered services to the regis r than a clerical or secretarial,	ersons been hired às employe strant directly in furtherance o	of the interest	ther capacity by
the registrant who principal in other Yes No.	nth reporting period, have any poor rendered services to the registration a clerical or secretarial,	ersons been hired às employe strant directly in furtherance o	of the interest acity?	ther capacity by
the registrant who principal in other Yes No. If yes, furnish the	nth reporting period; have any poor rendered services to the registration a clerical or secretarial, o -x] e following information: **Residence**	ersons been hired às employe strant directly in furtherance o or in a related or similar capa Position or	of the interest acity?	ther capacity by s of any foreign Date connection
the registrant who principal in other Yes No. If yes, furnish the	nth reporting period; have any poor rendered services to the registration a clerical or secretarial, o -x] e following information: **Residence**	ersons been hired às employe strant directly in furtherance o or in a related or similar capa Position or	of the interest acity?	ther capacity by s of any foreign Date connection
the registrant who principal in other Yes No. If yes, furnish the	nth reporting period; have any poor rendered services to the registration a clerical or secretarial, o -x] e following information: **Residence**	ersons been hired às employe strant directly in furtherance o or in a related or similar capa Position or	of the interest acity?	ther capacity by s of any foreign Date connection
the registrant who principal in other Yes No. If yes, furnish the	nth reporting period; have any poor rendered services to the registration a clerical or secretarial, o -x] e following information: **Residence**	ersons been hired às employe strant directly in furtherance o or in a related or similar capa Position or	of the interest acity?	ther capacity by s of any foreign Date connection
the registrant who principal in other Yes No. If yes, furnish the	nth reporting period; have any poor rendered services to the registration a clerical or secretarial, o -x] e following information: **Residence**	ersons been hired às employe strant directly in furtherance o or in a related or similar capa Position or	of the interest acity?	ther capacity by s of any foreign Date connection
the registrant who principal in other Yes No. If yes, furnish the	nth reporting period; have any poor rendered services to the registration a clerical or secretarial, o -x] e following information: **Residence**	ersons been hired às employe strant directly in furtherance o or in a related or similar capa Position or	of the interest acity?	ther capacity by s of any foreign Date connection
the registrant who principal in other Yes No. If yes, furnish the	nth reporting period; have any poor rendered services to the registration a clerical or secretarial, o -x] e following information: **Residence**	ersons been hired às employe strant directly in furtherance o or in a related or similar capa Position or	of the interest acity?	ther capacity by s of any foreign Date connection

II - FOREIGN PRINCIPAL

8. Has your connection with any foreign principal ended during this 6 mont Yes \[\bigcap \] No \[\bigcap \]	th reporting period?
If yes, furnish the following information:	
Name of foreign principal	Date of Termination
9. Have you acquired any new foreign principal during this 6 month report If yes, furnish following information:	ting period? Yes No 🕱 see below
Name and address of foreign principal The sole function of our foreign principal, Japan Trac convey funds from the Japanese government, which is ou	Date acquired le Promotion Office, is to ir true foreign principal.
•	
10. In addition to those named in Items 8 and 9, if any, list the foreign prepresent during the 6 month reporting period.	,
III - ACTIVITIES	
11. During this 6 month reporting period, have you engaged in any activities	es for or rendered any services to Yes X No
11. During this 6 month reporting period, have you engaged in any activities any foreign principal named in Items 8,9, and 10 of this statement? If yes, identify each such foreign principal and describe in full detail y	Yes X No
11. During this 6 month reporting period, have you engaged in any activities any foreign principal named in Items 8,9, and 10 of this statement? If yes, identify each such foreign principal and describe in full detail y Japanese Government, acting through Japan Trade Promo	Yes X No
11. During this 6 month reporting period, have you engaged in any activities any foreign principal named in Items 8, 9, and 10 of this statement? If yes, identify each such foreign principal and describe in full detail y Japanese Government, acting through Japan Trade Promo Prepared daily reports on Congressional activities of	Yes X No Vour activities and services: tion Office interest to Japan.
11. During this 6 month reporting period, have you engaged in any activities any foreign principal named in Items 8, 9, and 10 of this statement? If yes, identify each such foreign principal and describe in full detail y Japanese Government, acting through Japan Trade Promo Prepared daily reports on Congressional activities of Prepared approximately 60 reports of a general nature economic activities, sent to subscribers.	Yes X No No No Vour activities and services: tion Office interest to Japan. on U. S. and Japanese
11. During this 6 month reporting period, have you engaged in any activities any foreign principal named in Items 8,9, and 10 of this statement? If yes, identify each such foreign principal and describe in full detail y Japanese Government, acting through Japan Trade Promo Prepared daily reports on Congressional activities of Prepared approximately 60 reports of a general nature economic activities, sent to subscribers. * Published the following pamphlets, reports and newsle Pamphlets: U.S. Farm Exports to Japan: Who Benefits	Yes X No No Vour activities and services: tion Office interest to Japan. on U. S. and Japanese
11. During this 6 month reporting period, have you engaged in any activities any foreign principal named in Items 8, 9, and 10 of this statement? If yes, identify each such foreign principal and describe in full detail y Japanese Government, acting through Japan Trade Promo Prepared daily reports on Congressional activities of Prepared approximately 60 reports of a general nature economic activities, sent to subscribers. * Published the following pamphlets, reports and newsle Pamphlets: U.S. Farm Exports to Japan: Who Benefits Will the Japanese Economy Go? Reports: Japan's Share in Agricultural Exports by St Japan's Non-tariff Barriers to Trade; New Brookin Newsletters: U.SJapan Agricultural Trade Newslette	Yes X No Vour activities and services: tion Office interest to Japan. on U. S. and Japanese tters: ; Inside Japan; Which Way ate; Japan-China Trade; gs Study on Japan; World Food Polir
11. During this 6 month reporting period, have you engaged in any activities any foreign principal named in Items 8,9, and 10 of this statement? If yes, identify each such foreign principal and describe in full detail y Japanese Government, acting through Japan Trade Promo Prepared daily reports on Congressional activities of Prepared approximately 60 reports of a general nature economic activities, sent to subscribers. ** Published the following pamphlets, reports and newsle Pamphlets: U.S. Farm Exports to Japan: Who Benefits Will the Japanese Economy Go? Reports: Japan's Share in Agricultural Exports by St Japan's Non-tariff Barriers to Trade; New Brookin Newsletters: U.SJapan Agricultural Trade Newslette Prepared memoranda on the following subjects: Oil an Outer Continental Shelf; U.S. Protectionism since of 1974; Ways and Means Hearing on International Tr	Yes X No Couractivities and services: tion Office interest to Japan. on U. S. and Japanese tters: ; Inside Japan; Which Way ate; Japan-China Trade; gs Study on Japan; World Food Poli r d Gas Leasing Procedures for the Enactment of the Trade Act
11. During this 6 month reporting period, have you engaged in any activities any foreign principal named in Items 8,9, and 10 of this statement? If yes, identify each such foreign principal and describe in full detail y Japanese Government, acting through Japan Trade Promo Prepared daily reports on Congressinnal activities of Prepared approximately 60 reports of a general nature economic activities, sent to subscribers. ** Published the following pamphlets, reports and newsle Pamphlets: U.S. Farm Exports to Japan: Who Benefits Will the Japanese Economy Go? Reports: Japan's Share in Agricultural Exports by St Japan's Non-tariff Barriers to Trade; New Brookin Newsletters: U.SJapan Agricultural Trade Newslette Prepared memoranda on the following subjects: Oil an Outer Continental Shelf; U.S. Protectionism since of 1974; Ways and Means Hearing on International Trand Gas Leasing in the Gulf of Alaska. Prepared data on U.S. exports to and imports from Japanese Continents of the Continents of the Continents of the Gulf of Alaska.	Yes X No Couractivities and services: tion Office interest to Japan. on U. S. and Japanese tters: ; Inside Japan; Which Way ate; Japan-China Trade; gs Study on Japan; World Food Poli r d Gas Leasing Procedures for the Enactment of the Trade Act ade Commission; Offshore Oil
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11. During this 6 month reporting period, have you engaged in any activities any foreign principal named in Items 8,9, and 10 of this statement? If yes, identify each such foreign principal and describe in full detail y Japanese Government, acting through Japan Trade Promo Prepared daily reports on Congressimal activities of Prepared approximately 60 reports of a general nature economic activities, sent to subscribers. *Published the following pamphlets, reports and newsle Pamphlets: U.S. Farm Exports to Japan: Who Benefits Will the Japanese Economy Go? Reports: Japan's Share in Agricultural Exports by St Japan's Non-tariff Barriers to Trade; New Brookin Newsletters: U.SJapan Agricultural Trade Newslette Prepared memoranda on the following subjects: Oil an Outer Continental Shelf; U.S. Protectionism since of 1974; Ways and Means Hearing on International Tr and Gas Leasing in the Gulf of Alaska. Prepared data on U.S. exports to and imports from JaPrepared a series of memoranda on activities and personal continuities and continuities	Yes X No vour activities and services: tion Office interest to Japan. on U. S. and Japanese tters: ; Inside Japan; Which Way ate; Japan-China Trade; gs Study on Japan; World Food Police d Gas Leasing Procedures for the Enactment of the Trade Act ade Commission; Offshore Oil span. connel within the executive and

The term "foreign principal" includes, in addition to those defined in section 1(b) of the Act, an individual or organization any of whose activities are directly or indirectly supervised, directed, controlled, financed, or subsidized in whole or in major part by a foreign government, foreign political party, foreign organization or foreign individual. (See Rule 100(a)(9)).

A registrant who represents more than one foreign principal is required to list in the statements he files under the Act only those foreign principals for whom he is not entitled to claim exemption under Section 3 of the Act. (See Rule 208.)

12. During this 6 month reporti	ng period, have you on behalf of any foreign principal engaged in political activ-
Yes X No	
ing, among other things, the ployed to achieve this pursuadio and TV broadcasts, go Japanese Government, Allan Schlosser arrativisiting Japanese Schlosser made representations for and in favor of the Provided Council repolapanese Businessmorganized a symposiu Scott Runkle visited and Louisville to Gave a luncheon in Won February 25 Eugen Club of Richmond. On March 24 Dr. Hiro Trade Conference. On March 26 Eugene K	sentation to members of Congress and the executive branch deral Buy-American amendments and the 200-mile fishing zone, e retention of DISC tax incentives for exporters. orts and publications to the U.S. delegation to the U.Sen's Conference in Tokyo. m in Chicago on March 24 on "World Food Policy". editors of newspapers in Cleveland, Detroit, Chicago, St. Louis, brief them on Japan. ashington on January 21 for a visiting Japanese economic mission. e Kaplan spoke on the Japanese economy to the Import-Export ya Ichikawa spoke on trade with Japan at the Houston World aplan spoke on trade with East Asia at University of Virginia. a spoke on the Japanese economy to the Scientific Apparatus
13. In addition to the above de benefits any or all of your	scribed activities, if any, have you engaged in activity on your own behalf which foreign principals?
Yes No x	
If yes, describe fully.	
12. (cont'd)	
officials and others On June 22 Dr. Ichikaw of New York.	held a luncheon meeting at its offices, attended by U. S., to discuss "Is the U. S. Going Protectionist?" a spoke on U. SJapan trade prospects at the Japan Society

² The term "political activities" means the dissemination of political propaganda and any other activity which the person engaging therein believes will, or which he intends to, prevail upon, indoctrinate, convert, induce, persuade, or in any other way influence any agency or official of the Government of the United States or any section of the public within the United States with reference to formulating, adopting, or changing the domestic or foreign policies of the United States or with reference to the political or public interests, policies, or relations of a government of a foreign country or a foreign political party.

IV - FINANCIAL INFORMATION

14. (a) RECEIPTS - MONIES

During this 6 month reporting period, have you received from any foreign principal named in Items 8,9 and 10 of this statement, or from any other source, for or in the interests of any such foreign principal, any contributions, income or money either as compensation or otherwise?

Yes X No []

If yes, set forth below in the required detail and separately for each foreign principal an account of such monies.³

	Date	From Whom	Purpose	Amount
Jan.	19, 1976	Japan Trade	Promote friendly economic	\$47,558.00
Jan•	26, 1976	Promotion Office	relations between Japan	80,000.00
Feb.	27, 1976	(acting on be-	and United States and	6,714.00
Mar.	1, 1976	half of the	encourage expansion of	15,000.00
Mar.	15, 1976	Japanese govern-	trade between them, in the	32,750.00
June	7, 1976	ment)	interest of Japan.	18,909.00
June	30, 1976	11	ti	85 ,623. 00

Note: In addition to the above, \$29,865.66 was received from members in the form of membership dues, and subscriptions. This sum was not received to be used in the interests of the foreign principal, but is reported here in order to make full disclosure of receipts.

> \$286 554,00 Total

14. (b) RECEIPTS - THINGS OF VALUE

During this 6 month reporting period, have you received any thing of value 4 other than money from any foreign principal named in Items 8, 9 and 10 of this statement, or from any other source, for or in the interests of any such foreign principal?

Yes [

No X

If yes, furnish the following information:

foreign principal

received

Description of thing of value

Purpose

of value for a foreign principal, as part of a fund raising campaign. See Rule 201(e).

4 Things of value include but are not limited to gifts, interest free loans, expense free travel, favored stock purchases, exclusive rights, favored treatment over competitors, "kickbacks," and the like.

³ A registrant is required to file an Exhibit D if he collects or receives contributions, loans, money, or other things

15. (a) DISBURSEMENTS - MONIES

During this 6 month reporting period, have you

- (1) disbursed or expended monies in connection with activity on behalf of any foreign principal named in Items 8, 9 and 10 of this statement? Yes [x] No [x]
- (2) transmitted monies to any such foreign principal? Yes [] No [x]

If yes, set forth below in the required detail and separately for each foreign principal an account of such monies, including monies transmitted, if any, to each foreign principal.

Date	To Whom	Ритроѕе		Amount
January 1 -	Jean Choate	salary	\$	8,881.72
June 30, 1976	Noel Hemmendinger	salary	•	12,620.25
11	Hiroya Ichikawa	salary		10,000.14
11	Eugene J. Kaplan	economic consultant fee		14,964.42
11	Susan MacKnight	salary		8,742.60
tt	Allan Schlosser	salary		13,784.34
11	Nelson Stitt	salary		4,668.45
II	H. W. Tanaka	salary		3,809.58
11	Allen Taylor	salary		18,770.41
11	various research &	salary		18,605.92
	clerical personnel	-		•
11	Scott Runkle	general public relations		8,749.99
II	Charles von	West Coast rep. &		62,558.00
	Loewenfeldt, Inc.	general public relations		
11	Donald Lerch & Co.	agricultural pub. rel.		21,800.00
"	Stitt, Hemmendinger & Kennedy	legal & research		6,700.00
11	William Dazey	South West rep.		2,100.00
11	H. Okada	New York rep.		1,400.00
11	Graubard, Moskovitz	legal fee		2,000.00
11	various	hospitalization		4,433.35
11	various	taxes		6,508.77
11	H. G. Smithy Co.	rent		10,496.76
11	various	books & periodicals		4,431.61
11	various	office equipment		2,799.87
11	various	general office		1,913.47
11	various	statistical data &		1,193.31
		misc. services		·
11	various	travel		1,686,74
11	various	research & reports		6,020.00
11	various	pamphlets & related		10,351.26
1f	various	postage & phone		10,806.01
	various	social, memberships, etc.		6,019.40

\$ 286,816.37

Total

15. (b)	DISBURSEME	NTS - THINGS OF VALU	JE		
	During this 6 furtherance o and 10 of this	month reporting period, I f or in connection with a s statement?	have you disposed of ctivities on behalf of a	anything of value ⁵ any foreign principa	other than money in all named in items 8, 9
	Yes [No 🗓		•	
	If yes, furnis	h the following informati	on:		
	Date disposed	Name of person to whom given	On behalf of what foreign principal	Description of thing of value	Purpose
(c) DISBURSEM	ENTS - POLITICAL CON	TRIBUTIONS		
	directly or the	month reporting period, trough any other person, that an election to any po- aucus held to select can	made any contributions litical office, or in co	s of money or othe nnection with any	r things of value in
	If yes, furnis	sh the following informati	on:		
	Date	Amount or thing of value	Nam polit organi	tical	Name of candidate
			•		
		v pol	ATICAL PROPAGANI) A	
picto the p induc	rial, or other co erson dissemin e, or in any other ence to the pol	the Act defines "politic ommunication or expressi ating the same believes her way influence a recip itical or public interests,	al propaganda" as income by any person (1) will, or which he interient or any section of policies, or relations	cluding any oral, viswhich is reasonable and to, prevail upon the public within of a government of	y adapted to, or which i, indoctrinate, convert the United States with a foreign country or a
foreig State racia lence Amer	gn political par s tacial, religi l, social, polit in any other A ican republic b	ety or with reference to the ous, or social dissension ical, or religious disorde American republic or the o by any means involving the	te foreign policies of the foreign policies of the foreign which advocates, civil riot, or other poverthrow of any governie use of force or viole	he United States or tes, advises, instig conflict involving (ment or political sunce.)	promote in the United gates, or promotes any the use of force or vio- abdivision of any other
i	cal propaganda		Yes 🕱 No 📗		disseminated any polit-
I	F YES, RESPO	OND TO THE REMAINING	G ITEMS IN THIS SEC	TION V.	
17. 1		uch foreign principal.			
	Japane	se Government, act	ing through Jap ar	n Trade Promoti	ion Office

⁵ Things of value include but are not limited to gifts, interest free loans, expense free travel, favored stock purchases, exclusive rights, favored treatment over competitors, "kickbacks," and the like.

If yes, identify each such	foreign principal, specify as	mount, and indicate for wha	t period of time.
	ion Office, on behalf ,000.00 (Estimated on		
	ting period, did your activitions and a include the use of any ts Magazine or newspaper articles	of the following:	
Advertising campaigns	s ☑x Press releases	Ramphlets or other publications	
 During this 6 month report ganda among any of the fo 		nate or cause to be disser	ninated political propa-
🕱 Public Officials		x I	ibraries
x Legislators	X Editors	$[\mathbf{x}]$ I	Educational institutions
X Government agencies	[X] Civic groups or	associations [] N	Nationality groups
Other (Specify)			
1. What language was used in	n this political propaganda;		
English	Other (specify,)	
Yes x No			
1-1 — — — — — — — — — — — — — — — — — — —	f such political propaganda i	material with the statementr	equired by Section 4(b) of
3. Did you label each item of the Act? Yes X 4. Did you file with the Regi	No 🗌	t of Justice, a Dissemination	
23. Did you label each item of the Act? Yes X 24. Did you file with the Regi	No	t of Justice, a Dissemination	
23. Did you label each item of the Act? Yes X 24. Did you file with the Register propaganda	No	t of Justice, a Dissemination of the Act?	
23. Did you label each item of the Act? 24. Did you file with the Regisuch political propaganda Yes x No	No Section, Department material as required by Rule	t of Justice, a Dissemination of the Act?	
23. Did you label each item of the Act? Yes X 24. Did you file with the Regisuch political propaganda Yes X No 25. EXHIBITS A AND B	No Section, Department material as required by Rule	t of Justice, a Dissemination of Act? ATTACHMENTS	on Report for each item of
23. Did you label each item of the Act? Yes X 24. Did you file with the Regisuch political propaganda Yes X No 25. EXHIBITS A AND B	No istration Section, Department material as required by Rule VI - EXHIBITS AND A	t of Justice, a Dissemination of Act? ATTACHMENTS	on Report for each item of
3. Did you label each item of the Act? Yes X 4. Did you file with the Regisuch political propaganda Yes X No 5. EXHIBITS A AND B (a) Have you filed for each	No istration Section, Department material as required by Rule VI - EXHIBITS AND A th of the newly acquired fore	t of Justice, a Dissemination of Act? ATTACHMENTS	on Report for each item of
3. Did you label each item of the Act? Yes X 4. Did you file with the Regisuch political propaganda Yes X No 5. EXHIBITS A AND B (a) Have you filed for each Exhibit A ⁶ Yes	No istration Section, Department material as required by Rule VI - EXHIBITS AND A th of the newly acquired fore Section No No No No No No No No No No	t of Justice, a Dissemination of the 401 under the Act? ATTACHMENTS Fign principals in Item 9 the	on Report for each item of
3. Did you label each item of the Act? Yes X 4. Did you file with the Regisuch political propaganda Yes X No 5. EXHIBITS A AND B (a) Have you filed for each Exhibit A ⁶ Yes Exhibit B ⁷ Yes If no, please attach the (a) Have there been any compared to the Act of the Act	No istration Section, Department material as required by Rule VI - EXHIBITS AND A th of the newly acquired fore Section No No No No No No No No No No	t of Justice, a Dissemination of the 401 under the Act? ATTACHMENTS Fign principals in Item 9 the manner of the	on Report for each item of
3. Did you label each item of the Act? Yes X 4. Did you file with the Regisuch political propaganda Yes X No 5. EXHIBITS A AND B (a) Have you filed for each Exhibit A ⁶ Yes Exhibit B ⁷ Yes If no, please attach the (a) Have there been any compared to the Act of the Act	No istration Section, Department material as required by Rule VI - EXHIBITS AND A th of the newly acquired fore	t of Justice, a Dissemination of the 401 under the Act? ATTACHMENTS Fign principals in Item 9 the manner of the	on Report for each item of
3. Did you label each item of the Act? Yes X 4. Did you file with the Regisuch political propaganda Yes X No 5. EXHIBITS A AND B (a) Have you filed for each Exhibit A ⁶ Exhibit B ⁷ If no, please attach the control of the Act. (a) Have there been any control of the Act? Yes X No No No No No No No N	No istration Section, Department material as required by Rule VI - EXHIBITS AND A th of the newly acquired fore	t of Justice, a Dissemination of 401 under the Act? ATTACHMENTS ign principals in Item 9 the of th	on Report for each item of
23. Did you label each item of the Act? Yes X 24. Did you file with the Regisuch political propaganda Yes X No 25. EXHIBITS A AND B (a) Have you filed for each Exhibit A ⁶ Yes Exhibit B ⁷ Yes If no, please attach the (a) Have there been any concept you represented during Yes X No If yes, have you filed	No	t of Justice, a Dissemination of 401 under the Act? ATTACHMENTS Fign principals in Item 9 the on/a d B previously filed for any other of the othe	on Report for each item of following:

26.	EXHIBIT C	
	If you have previously filed an Exhibit C ⁸ , state whether 6 month reporting period. Yes X No	any changes therein have occurred during this
	If yes, have you filed an amendment to the Exhibit C?	Yes X No
	If no, please attach the required amendment.	
27.	SHORT FORM REGISTRATION STATEMENT	
	Have short form registration statements, been filed by all supplemental statement? Yes No x	of the persons named in Items 5 and 7 of the
	If no, list names of persons who have not filed the require	d statement.
	John A. Kennedy	
tha cep in a his befo oath jori sim	The undersigned swear(s) or affirm(s) that he has (they had ration statement and the attached exhibits and that he is (that such contents are in their entirety true and accurate to the personal true that the undersigned make(s) no representation as to the attached Short Form Registration Statement, if any, insofar is (their) personal knowledge. (Both copies of this statement shall be signed and sworn to ore a notary public or other person authorized to administer his by the agent, if the registrant is an individual, or by a matity of those partners, officers, directors or persons performing poilar functions who are in the United States, if the registrant an organization.)	ney are) familiar with the contents thereof and e best of his (their) knowledge and belief, ex- truth or accuracy of the information contained
		· · ·
	Subscribed and sworn to before me at Washing	ton. D.O.
thi	7. O 1	, 19 <u></u>
	(Jean C. Choate
		(Signature of notary or other officer)

⁸ The Exhibit C, for which no printed form is provided, consists of a true copy of the charter, articles of incorporation, association, constitution, and bylaws of a registrant that is an organization. (A waiver of the requirement to file an Exhibit C may be obtained for good cause shown upon written application to the Assistant Attorney General, Criminal Division, Internal Security Section, Department of Justice, Washington, D.C. 20530.

page 3(a) - Insert

11. During this 6 month reporting period, have you engaged in any activities for or rendered any services to any foreign principal named in Items 8,9, and 10 of this statement?

Yes.

If yes, identify each such foreign principal and describe in full detail your activities and services:

Japanese Government, acting through Japan Trade Promotion Office

Prepared speech drafts for Japanese Embassy officials.

Prepared an analysis of the Gallup poll on American attitudes toward Japan.

Issued press releases on Council publications.

** These publications were labeled under the Foreign Agents Registration Act.

UNITED STATES DISTRICT COURT FOR THE DISTRICT OF COLUMBIA

ATTORNEY GENERAL OF THE UNITED STATES OF AMERICA United States Department of Justice Washington, D. C. 20530,

Plaintiff,

v.

CIVIL ACTION NO.

UNITED STATES-JAPAN TRADE COUNCIL, INC. NOEL HEMMENDINGER ALLEN TAYLOR HISASHI OKADA 1000 Connecticut Avenue, N.W. Washington, D. C. 20036, and

JAPAN TRADE PROMOTION OFFICE
TATSURO GOTO
HISASHI OKADA
EIJI ISHII
TATSURO GOTO, HISASHI OKADA, and
EIJI ISHII, d/b/a JAPAN TRADE
PROMOTION OFFICE
39 Broadway
New York, New York 10006,

Defendants.

COMPLAINT FOR PERMANENT INJUNCTION AND OTHER ANCILLARY RELIEF

Plaintiff, ATTORNEY GENERAL of the United States of America ("ATTORNEY GENERAL") alleges that:

1. Defendants, UNITED STATES-JAPAN TRADE COUNCIL, INC. ("COUNCIL"), NOEL HEMMENDINGER ("HEMMENDINGER"), ALLEN TAYLOR ("TAYLOR"), and HISASHI OKADA ("OKADA") have engaged, are engaged, and are about to engage in acts and practices which constitute and will constitute violations of Sections 2(a)(2), (a)(3), (a)(4), (a)(6), (a)(9), (a)(11), and (b) and 4(b) of the Foreign Agents Registration Act of 1938 ("the Act") as amended, 22 U.S.C. 612(a)(2), (a)(3), (a)(4), (a)(6), (a)(9), (a)(11), and (b) and 614(b) and Rules 202, 210, and 402, promulgated thereunder, 28 C.F.R. 5.202, 5.210, and 5.402 respectively.

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- 2. Defendants, COUNCIL and HEMMENDINGER have engaged in, are engaged and are about to engage in acts, and practices which constitute and will constitute violations of Section 4(e) of the Act, 22 U.S.C. 614(e).
- 3. Defendants JAPAN TRADE PROMOTION OFFICE ("JTPO"),
 TATSURO GOTO ("GOTO"), OKADA, EIJI ISHII ("ISHII"), d/b/a
 JTPO have engaged, are engaged, and are about to engage in acts
 and practices which constitute and will constitute violations
 of Sections 2(a)(2), (a)(3), (a)(4), 2(a)(6), (a)(9), (a)(11)
 and (b) of the Act as amended, 22 U.S.C. 612 (a)(2), (a)(3),
 (a)(4), (a)(6), (a)(9), (a)(11), and Rules 202 and 210,
 promulgated thereunder, 28 C.F.R. 5.202 and 5.210.

Jurisdiction and Venue

- 4. The ATTORNEY GENERAL brings this action pursuant to 28 U.S.C. 1345 and Section 8(f) of the Act, 22 U.S.C. 618(f).
- 5. This Court has jurisdiction over this action pursuant to Section 8(f) of the Act, 22 U.S.C. 618(f).
- 6. Certain of the acts, practices, courses of business and transactions alleged herein to constitute violations of the Act occurred within the District of Columbia.

The Defendants

- 7. Defendant COUNCIL is incorporated as a non-profit organization under the laws of the District of Columbia. Said defendant maintains its principal office at 1000 Connecticut Avenue, N.W., Washington, D. C. 20036. Defendant COUNCIL holds itself out as a trade association concerned with promoting trade between the United States and Japan. It is ostensibly financed by defendant JTPO.
- 8. Defendant HEMMENDINGER is a Director and one of the co-founders in 1957 of defendant COUNCIL together with the late Nelson A. Stitt, who up until his recent death was the

central figure in the formation and guidance of the COUNCIL.

Defendant HEMMENDINGER also serves as an attorney for the

COUNCIL pursuant to his partnership in the law firm of Stitt,

Hemmendinger and Kennedy.

- 9. Defendant TAYLOR is Executive Secretary of defendant COUNCIL and supervises the daily operation of that organization. Defendant TAYLOR has served in that capacity since approximately April, 1960.
- 10. Defendant JTPO is an organization which has filed a Business Certificate in this name in New York, New York. Said defendant maintains its office at 39 Broadway, New York, New York 10006, which is principally used as the office of the Japanese Chamber of Commerce of New York, Inc. Defendant JTPO holds itself out as a trade promotion office concerned with furthering trade between Japan and the United States. JTPO is financed by the Embassy of Japan.
- 11. Defendant GOTO is the Director of defendant JTPO. He served in such capacity for a period in 1969 and resumed such role in February, 1975, and as such, signs and submits periodic registration documents on behalf of JTPO as required by the Act. Defendant GOTO's principal occupation is as president of Mitsui & Co. (U.S.A.), Inc. Defendant GOTO also serves as the elected president of the Japanese Chamber of Commerce of New York, Inc., which office at all times is held by the incumbent director of defendant JTPO.
- 12. Defendant OKADA serves in a part time administrative capacity for defendant JTPO, having begun such employment in the early part of 1959. Defendant OKADA's principal function in that regard is to receive and account for funds conveyed by the Embassy of Japan in Washington, D. C., deposit such funds into bank accounts in New York City and then transmit these monies to defendant COUNCIL in Washington, D. C.

Lefendant OKADA is also responsible for the preparation and transmission to the United States Department of Justice ("DEPARTMENT") of periodic supplemental registration documents required by the Act. Commencing in October, 1970, defendant OKADA purportedly began acting as a research and liaison representative for defendant COUNCIL in the New York area. Defendant OKADA's principal occupation is as chief executive officer of the Japanese Chamber of Commerce of New York, Inc.

- 13. Defendant ISHII also has served defendant JTPO in a part time administrative capacity, since approximately early 1959, with functions similar to those of defendant OKADA in that regard. Defendant ISHII's principal employment is that of an assistant to defendant OKADA at the Japanese Chamber of Commerce of New York, Inc.
- 14. Defendant COUNCIL is registered as a foreign agent of JTPO pursuant to Section 2 of the Act, 22 U.S.C. 612(a).

 Defendant JTPO is registered as a foreign agent of the Embassy of Japan pursuant to Section 2 of the Act, 22 U.S.C. 612(a).

 As such, defendants file with the DEPARTMENT supplemental statements to their registration statements for each six month period pursuant to Section 2(b) of the Act, 22 U.S.C.
 612(b) and from time to time defendant COUNCIL files reports of political propaganda it disseminates, pursuant to Section 4(a) of the Act, 22 U.S.C. 614(a) and Rules 400 and 401 thereunder, 28 C.F.R. 5.400 and 5.401 respectively. Defendants HEMMENDINGER, TAYLOR and OKADA are COUNCIL registrants having filed "short form" registration statements pursuant to Rule 202, 28 C.F.R. 5.202.

First Cause of Action

Section 2(a)(2), (a)(3), (a)(4), (a)(6), (a)(9), (a)(11), and (b) of the Act, 22 U.S.C. 612(a)(2), (a)(3), (a)(4), (a)(6), (a)(9), (a)(11), and (b) and Rules 202 and 210, thereunder, 28 C.F.R. 5.202 and 5.210.

- 15. Paragraphs 1 through 14 are hereby realleged and incorporated herein by reference.
- 16. On or about January 25, 1956, defendant COUNCIL by way of a predecessor organization, Council For Improved Japanese Trade Relations, registered as a foreign agent of the Japan Cotton Textile Exporters Association (Japan Cotton Exporters), pursuant to Section 2(a) of the Act, 22 U.S.C. 612(a). Its principal operative was the late Nelson A. Stitt. Defendant COUNCIL, in its registration statement filed with the Department, stated among other things, that it represented the Japan Cotton Exporters "as a public relations agent to promote trade between the United States and Japan, with emphasis upon Japanese cotton textile exports to the United States."
- defendant HEMMENDINGER caused defendant COUNCIL to change its name to United States-Japan Trade Council, Inc. Stitt became defendant COUNCIL's Director and subsequently, defendant HEMMENDINGER became that organization's counsel and later its Deputy Director. Said defendant COUNCIL's constitution and by-laws state, among other things, that the COUNCIL is an unincorporated non-profit membership trade association whose stated purpose is to foster good trade relations between the United States and Japan "by sponsoring consultations, conducting research, disseminating information, appearing before official bodies, and such other means as necessary from time to time to be determined."

The constitution and by-laws further set forth how the membership shall vote, select officers, and approve an annual budget and program. In actuality, defendant COUNCIL is a facade, giving the appearance of being a trade association while having been established for the purpose of representing Japanese governmental interests in this country by providing such foreign principal with public relations activities, representation before federal and state legislatures, and governmental agencies, and counseling of a political, economic, and public relations nature. Contrary to the import of said by-laws and constitution, defendant COUNCIL's so-called members are nothing more than subscribers to its publications and have no voice in its operation.

18. On or about September 19, 1957, Stitt and defendant HEMMENDINGER caused defendant JTPO to enter into an agreement with the Japanese Embassy whereby JTPO agreed to improve trade relations between Japan and the United States by means of various public relations activities, including support of defendant COUNCIL. In turn, the Japanese Embassy agreed to supply JTPO with certain sums of money. On or about September 19, 1957, Stitt and defendant HEMMENDINGER caused defendant COUNCIL to enter into an agreement with defendant JTPO whereby the latter became a so-called sustaining and contributing member of COUNCIL's organization, paying a membership fee and with additional contributions not to exceed a certain sum of money during a forthcoming period In turn, defendant COUNCIL agreed to "expend its best efforts in the direction of fostering friendlier trade relations between the two countries." Both of these agreements, as well as subsequent similar contractual arrangements, which were filed with the DEPARTMENT by

defendants COUNCIL and JTPO were, and are, sham contracts, because the actual parties in interest are defendant COUNCIL and the Japanese government represented by its Embassy in Washington, D. C. The agreements also failed to describe how JTPO serves no function other than to act as a go-between in the transmission of monies between the Embassy of Japan and the COUNCIL and the COUNCIL's agency relationship and the details thereof with the Embassy of Japan. These contracts, however, were created by Stitt and defendant HEMMENDINGER as part of a scheme to funnel more than \$6,000,000 between the Japanese Embassy and defendant COUNCIL during the period from 1957 to the date herein, so as to mask COUNCIL activities carried out on behalf of the Japanese government.

19. On or about September 24, 1957, Stitt and defendant HEMMENDINGER caused the formal organization of defendant JTPO located in New York City. As indicated heretofore, JTPO was created for the purpose of acting as a vehicle for the transmission of funds between the Japanese Embassy and the defendant COUNCIL and to conceal COUNCIL's agency relationship with the Embassy of Japan. Thereafter, on or about September 27, 1957, defendant COUNCIL, through Stitt, informally notified the Department that the name of its principal, the Japan Cotton Exporters, had been changed to JTPO. On or about January 23, 1958, Stitt and defendant HEMMENDINGER caused defendant COUNCIL to formally file a registration document with the DEPARTMENT disclosing that its foreign principal is defendant JTPO, which is financed by the Japanese Embassy, and stating that the Japanese Embassy had no direct supervision over JTPO and that the purpose of the latter organization is to foster friendlier trade relations between the United States and Japan.

document also states that one of the principal functions of JTPO is to contribute to the COUNCIL. These representations were and are false and misleading in that the COUNCIL's foreign principal is the Embassy of Japan and the Embassy has overall supervision and control over the COUNCIL's activities. In addition, such activities are not confined merely to promoting trade between the two countries, but include lobbying, principally in the area of defeating protectionist trade policies and legislation in this country affecting Japan, a public relations effort to improve Japan's image in the United States, and counseling activities for and on behalf of the Embassy of Japan. JTPO's main function is not, as stated, to contribute or provide financial support for the COUNCIL, but rather to act as a conduit simply transmitting monies between the Japanese Embassy and the COUNCIL, so as to conceal the agency relationship between defendant COUNCIL and its principal, the Embassy of Japan.

20. On or about February 6, 1958, defendant JTPO registered as a foreign agent of the Embassy of Japan pursuant to Section 2(a) of the Act, 22 U.S.C. 612(a). In the registration statement caused to be filed by Stitt and defendant HEMMENDINGER with the DEPARTMENT, JTPO stated, among other things, that it is a membership organization with two members, and associated with defendant COUNCIL. Furthermore, that the stated nature of its representation is to promote friendly commercial relations between the United States and Japan by joining the COUNCIL as a member; that the COUNCIL would effectuate such purpose by publishing books, press releases and making public appearances. Defendant JTPO also stated in its registration statement that the COUNCIL is not under its control. Said representations, which in essence convey the impression that JTPO is a trade promotion

organization sponsored by the Japanese Embassy, were and are false and misleading because defendant JTPO failed to disclose, as noted in paragraphs 17, 18 and 19 hereinabove, that it is nothing more than a conduit of funds between the Japanese Embassy and the COUNCIL, permitting defendant COUNCIL to obscure its activities on behalf of the Japanese government. Moreover, while JTPO, the ostensible foreign principal, has no control over COUNCIL activities, the Embassy of Japan, the COUNCIL's true foreign principal, does have such overall control.

In furtherance of this scheme and to give defendant JTPO the appearance of having bona fide functions to perform, defendants COUNCIL and JTPO made additional misrepresentations in their filings with the DEPARTMENT. In this connection, JTPO, from its initial filing in 1958, to date hereof, generally conveys the impression through "short form" registration documents that its various directors supervise and oversee JTPO's activities of promoting trade and friendly commercial relations between the United States and Japan. Such filings were and are false and misleading since JTPO directors have been nominal officials having no real duties to perform with all supervisory functions being carried out by the Embassy of Japan. Beginning in 1970, and to date, defendant COUNCIL filed documents with the DEPARTMENT disclosing that defendant OKADA serves as its New York representative gathering information, acting as a liaison representative and doing research. These statements were and are false and misleading since OKADA performs no such service, but merely the perfunctory fund transmission activities discussed heretofore. Stitt and defendants HEMMENDINGER, TAYLOR, OKADA, ISHII and GOTO singly and in concert during relevant times therein, caused the defendant

organizations to file the documents enumerated hereinabove, as well as periodic supplemental statements to JTPO's registration document, thereby perpetuating the fiction of its stated purpose and functions.

- 22. As a further part of said scheme, defendant COUNCIL was incorporated by Stitt in the District of Columbia, on or about March 10, 1959, as a non-profit organization whose stated objectives are "to foster good trade relations between United States and Japan and to seek the mutual improvement of the interests of its members by sponsoring consultations, conducting research, disseminating information, appearing before official bodies, and such other beneficial and educational means as may from time to time be determined."
- 23. During the period from approximately January 1, 1969 to date hereof, and in addition to the activities described above, Stitt and defendants TAYLOR and HEMMENDINGER, singly and in concert, caused defendant COUNCIL to file supplemental documents to its registration statement with the DEPARTMENT and in doing so, during various times within the period, willfully omitted material facts required to be stated therein and willfully omitted copies of material documents necessary to make the statements therein and the copies of the documents furnished not misleading with regard to the following COUNCIL activities:
 - (a) engaged in promoting the interest of the Japanese government before Congressional
 Committees and their staffs, individual
 legislators and their staffs, and various
 federal and state governmental agencies;
 (b) in concert with and through Charles von
 Loewenfeldt, Inc., Scott F. Runkle, d/b/a
 Washington-International Communications,
 Philip Van Slyck, Inc., and Donald Lerch,

Jr. Co., Inc. (other agents of the Japanese government), counseled the Japanese Embassy and others associated with the Japanese government in the area of economic, political, and public relations matters as they affected relations with the United States:

- (c) acted through Scott F. Runkle and Philip Van Slyck, Inc. in providing officials in the Embassy of Japan and others associated with the Japanese government with speeches which were given before audiences in the United States;
- (d) participated through Scott F. Runkle in providing certain newspaper columnists, reporters, editors and others in the news media, with background information favorable to the Japanese governmental stance for the purpose of causing the publication of stories accommodating the Japanese viewpoint;
- (e) arranged for certain Congressional staff members, other governmental officials, and individuals in the news media to make trips to Japan at no expense to themselves, under the sponsorship of the Japanese government;
- (f) acted as a conduit of funds which emanated from the Japanese Embassy, passed through JTPO, the COUNCIL and then ultimately to Charles von Loewenfeldt, Inc., so that the latter organization could engage in a campaign to produce and distribute propaganda films in the United States under the guise of a COUNCIL

activity, thus obscuring the sponsorship of the Japanese government, on whose behalf this activity was furnished;

- (g) acted as a conduit of funds which emanated from the Japanese Embassy, passed through JTPO, the COUNCIL, and then ultimately to Donald Lerch, Jr., Co., Inc. and Charles von Loewenfeldt, Inc., enabling these latter organizations to initiate and promote various forums throughout the United States empowering Japanese officials to advance their country's viewpoints, under the guise of participating in COUNCIL regional or national economic and agricultural symposia and conferences, and thus concealing the sponsorship of the Japanese government;
- (h) acted as a conduit of funds which emanated from the Japanese Embassy, passed through JTPO, the COUNCIL, and then to Donald Lerch, Jr., Co., Inc., so such agent of the Japanese Embassy could devise and distribute various agricultural newsletters and publications promoting the interests of the Japanese government, while concealing on whose behalf such publications were being distributed; and,
- (i) in concert with Scott F. Runkle, Charles von Loewenfeldt, Inc., and Donald Lerch, Jr., Co., Inc., used other organizations to exert political pressures at the state and federal levels on behalf of positions favorable to Japanese interests.

24. By reason of the activities described in paragraphs 16 through 23, defendants have violated and are violating Section 2(a)(2), (a)(3), (a)(4), (a)(6), (a)(9), (a)(11), and (b) of the Act, 22 U.S.C. 612(a)(2), (a)(3), (a)(4), (a)(6), (a)(9), (a)(11), and (b), and Rules 202 and 210, thereunder, 28 C.F.R. 5.202 and 5.210.

Second Cause of Action

Section 4(b) of the Act and Rule 402 thereunder, 22 U.S.C. 614(b) and 28 C.F.R. 5.402.

- 25. Paragraphs 1 through 14 and 16 through 24 are hereby realleged and incorporated herein by reference.
- During the period from approximately 1958 to date hereof, Stitt and defendants TAYLOR and HEMMENDINGER, singly and in concert with others, namely Charles von Loewenfeldt, Inc. and Donald Lerch, Jr., Co., Inc. caused defendant COUNCIL to transmit and caused to be transmitted in the United States mails and by other means and instrumentalities in interstate commerce, political propaganda on behalf of defendant COUNCIL's principal, the Japanese government, in the form of pamphlets, periodicals, newsletters, booklets, newspaper advertisements, and films. The political propaganda so disseminated failed to contain true and accurate statements setting forth the fact that the COUNCIL is acting as a foreign agent of the Embassy of Instead, the material so disseminated contained statements which were designed to deceive the American public in the following manner:
 - (a) that the COUNCIL is a bona fide trade association with American members;
 - (b) the COUNCIL represents these members in its activities, whose basic purpose is to foster liberal trade

policies between the United States and Japan; and,

(c) the COUNCIL is registered under the Act as an agent of JTPO which is a substantial contributing member of the COUNCIL.

Such propaganda material further and correctly informed that COUNCIL's registration statement was available for public inspection at the DEPARTMENT, but failed to reveal that these registration documents on file with the DEPARTMENT were and are false and misleading as set forth more particularly in paragraphs 1 through 14 and 16 through 23.

27. By reason of the activities described in paragraph 26 defendants COUNCIL, TAYLOR and HEMMENDINGER have violated and are violating Section 4(b) of the Act, 22 U.S.C. 614(b), and Rule 402 thereunder, 28 C.F.R. 5.402.

Third Cause of Action Section 4(e) of the Act, 22 U.S.C. 614(e).

- 28. Paragraphs 1 through 14, 16 through 24 and 26 and27 are hereby realleged and incorporated herein by reference.
- 29. During the period from approximately May, 1970 to the date hereof, defendant COUNCIL, principally through Stitt, defendant HEMMENDINGER and others it employed appeared before various Congressional Committees and governmental agencies providing such bodies generally with unsworn statements and documentary material on behalf of its principal, the Japanese government, but accompanying such presentations with false and misleading statements, as well as omissions of material facts regarding the following:
 - (1) the witness was appearing on behalf of the COUNCIL which is an association composed of hundreds of firms doing business in the United States;

- (2) the COUNCIL's basic interest is to promote liberal trade policies between the United States and Japan;
- (3) the COUNCIL is an agent of JTPO; and,
- (4) the COUNCIL is an independent organization and does not speak for nor is it controlled by the Japanese government.
- 30. In furtherance of the scheme to mislead Congressional Committees (and governmental agencies) as to the COUNCIL's true principal and to conceal its actual activities on behalf of the Embassy of Japan, defendant COUNCIL submitted copies of its then recent supplemental statements to its registration statement to the various Congressional Committees as it was required to do under Section 4(f), 22 U.S.C. 614(f). These supplemental statements were and are false and misleading and omitted material information, as more specifically set forth in paragraphs 16 through 23 herein.
 - 31. By reason of the activities described in paragraphs 29 and 30, defendants COUNCIL and HEMMENDINGER have violated and are violating Section 4(e) of the Act, 22 U.S.C. 614(e).
 - 32. The defendants will, unless restrained and enjoined, continue to engage in the acts and practices as set forth in this complaint.

WHEREFORE, plaintiff ATTORNEY GENERAL respectfully prays and requests:

A. Under the First Cause of Action

1. A permanent injunction restraining and enjoining defendants COUNCIL and JTPO, their officers, agents, servants, employees, directors, successors, assigns, subsidiaries, and affiliates, and each of them, and those persons in active concert or participation with them, namely defendants HEMMENDINGER, TAYLOR, GOTO, OKADA and ISHII from violating

Section 2 of the Act and Rules 202 and 210 thereunder, 22 U.S.C. 612, 28 C.F.R. 5.202 and 5.210 by acting as foreign agents of the Embassy of Japan without filing with the ATTORNEY GENERAL true and complete registration statements, supplements thereto, and "short forms", containing information and documents required by Section 2 of the Act and Rules 202 and 210 thereunder, 22 U.S.C. 612, C.F.R. 5.202 and 5.210, including, but not limited to the following:

- (a) a full description of the status and functions of each organization;
- (b) the names of all foreign principals;
- (c) a comprehensive statement of the nature of the business of the organization;
- (d) a detailed statement of every activity engaged in, whether political or otherwise;
- (e) copies of all contractual arrangements and the identities of the real parties in interest thereto;
- (f) detailed statements of all monies received and the disposition of such funds, including any arrangements to act as a mere conduit for the transfer or receipt of such funds;
- (g) the details of the functions, responsibilities, and duties of the officers, directors, and key employees of the COUNCIL and JTPO; and,
 (h) such further statements and such further documents as are necessary to make the statements and supplements thereto, as well as the "short form" statements and the copies of documents

furnished therewith, not misleading.

- 2. A mandator, injunction requiring defendants
 COUNCIL and JTPO to file and defendants HEMMENDINGER,
 TAYLOR, GOTO, OKADA and ISHII to cause to be filed
 with the DEPARTMENT respective amended registration
 statements and supplemental documents thereto, as
 well as "short forms" pursuant to Section 2 of the
 Act and Rules 202 and 210 thereunder, 22 U.S.C. 612,
 28 C.F.R. 5.202 and 5.210, disclosing, but not limited
 to the following information:
 - (a) the true relationship among defendant organizations and themselves and the Japanese government; namely, that JTPO's function is to serve as a conduit of funds between the Embassy of Japan and the COUNCIL and, therefore, at all times the defendant COUNCIL was acting as the agent of the Embassy of Japan;
 - (b) that the true foreign principal of the COUNCIL is, and always has been, the Embassy of Japan;
 - (c) that the various agreements entered into involving JTPO and the Embassy of Japan, and JTPO and the COUNCIL, served merely to channel funds between the Embassy of Japan and the COUNCIL and were used as a device to conceal the real parties in interest in all such agreements, namely the Embassy of Japan and the COUNCIL;
 - (d) an accurate and complete statement of the terms of the agreement(s) under which defendant COUNCIL performed as the agent of the Embassy of Japan;

- (e) that the COUNCIL is not and was not a bona fide trade association, but is an organization supported and controlled by the Embassy of Japan, and that the 1,000 so-called COUNCIL members have never been other than subscribers to its publications, with no voice in COUNCIL affairs;
- (f) the details of the COUNCIL's lobbying activities involving federal and state legislatures; giving names of legislators, committees and staff members contacted and the surrounding circumstances thereto, including, but not limited to the purpose of such contacts and the pending legislation involved;
- (g) the areas of economic and political advice given to the Embassy of Japan and other Japanese officials, together with any action taken by the COUNCIL in implementing such advice;
- (h) the names of columnists, editors, and others in the news media who received background information for potential stories, and whether any of the information supplied was utilized by those in the news media, giving details of such use;
- (i) the degree of assistance given to

 Japanese Embassy officials and other Japanese
 governmental agencies in the area of speech
 writing;
- (j) the names of Congressional staff members, other governmental officials, and those in the

news media (and their associates), who traveled to Japan through COUNCIL arrangement at no expense to themselves, giving dates when such trips occurred; the details of the COUNCIL being used as a conduit of funds, together with JTPO, in conveying monies between the Embassy of Japan and Charles von Loewenfeldt, Inc. so that the latter organization, another agent of the Japanese government, could produce propaganda films on behalf of the Japanese government and then disseminate them in the United States under the auspices of the COUNCIL, such disclosure to include the monies passed through the COUNCIL for such purposes, the dates and the identity of all the films which were disseminated in the manner described herein; the details of the COUNCIL being used as a conduit of funds, together with JTPO, in conveying monies between the Embassy of Japan and Donald Lerch, Jr., Co., Inc. and Charles von Loewenfeldt, Inc., enabling these organizations, on behalf of the Japanese Embassy, to promote symposia and conferences sponsored by the COUNCIL and ostensibly other organizations, for the purpose of providing Japanese officials with forums to advance their country's interests, including disclosure of the funds expended on each conference together with the information disseminated on behalf of the Embassy of Japan;

- (m) the details of the COUNCIL being used as a conduit of monies being funneled to Donald Lerch, Jr., Co., Inc., so that this latter agent of the Embassy of Japan could devise and distribute agricultural publications promoting the interests of Japan, but using the COUNCIL as its sponsor, including disclosure of the funds so conveyed and the identity of the publications distributed in such manner;
- (n) the names of organizations utilized by defendant COUNCIL to exert political pressures, but where COUNCIL concealed its sponsorship, disclosing the manner and means of such activities, their dates and purposes, and, if press releases and letters were issued in the name of other organizations, have attached copies or other detailed information; and,
- (o) description of the actual functions and duties of all officers, directors, and key employees of the COUNCIL and JTPO.

B. Under the Second Cause of Action

3. A permanent injunction restraining and enjoining defendant COUNCIL, its officers, agents, servants, employees, directors, successors, assigns, subsidiaries, and affiliates, and each of them, and those persons in active concert or participation with them, namely defendants HEMMENDINGER and TAYLOR, from violating Section 4(b) of the Act, 22 U.S.C. 614(b), and Rule 402, 28 C.F.R. 5.402, by transmitting or causing to be transmitted in the United States mails or by any means or instrumentality of interstate or of foreign commerce any political propaganda for or in the interests

of the Embassy of Japan (a) in the form of prints, or (b) in any other form which is reasonably adapted to being, or which it believes will be, or which it intends to be, disseminated or circulated among two or more persons, unless such political propaganda is conspicously marked at its beginning with, or prefaced or accompanied by, a true and accurate statement, in the language used in such political propaganda setting forth that the COUNCIL or its agents, or affiliates, transmitting the political propaganda or causing it to be transmitted, is registered under the Act with the Department of Justice, Washington, D. C. as an agent of the Embassy of Japan, together with the name and address of defendant COUNCIL; that it has no membership as such other than subscribers to its literature, and, in addition, that such subscribers have no voice in its operation; that the Japanese government not only supports the COUNCIL financially, but also controls it: and that, as required by the Act, its registration statement is available for inspection at and copies of such political propaganda are being filed with the DEPARTMENT; and that registration of agents of foreign principals required by the Act does not indicate approval by the United States Government of the contents of the political propaganda.

C. Under The Third Cause of Action

4. A permanent injunction restraining defendant COUNCIL, its officers, agents, servants, employees, directors, successors, assigns, subsidiaries, and affiliates, and each of them, and those persons in active concert or participation with them, including defendant HEMMENDINGER, from violating Section 4(e)

of the Act, 22 U.S.C. 614(e), by transmitting, conveying, or otherwise furnishing to any agency, or official of the government (including a Member or Committee of either House of Congress) for or in the interests of the Embassy of Japan any political propaganda or by requesting from such agency or official for or in the interests of the Embassy of Japan, any information or advice with respect to any matter pertaining to the political or public interest, policies or relations of a foreign country or a political party or pertaining to the foreign or domestic policies of the United States unless the propaganda or the request is prefaced or accompanied by a true and accurate statement to the effect that such a person or organization is registered as an agent of such foreign principal under the Act.

D. Under the First, Second and Third Causes of Action

- 5. A mandatory injunction requiring defendants COUNCIL and JTPO together to publish or cause to be published newspaper advertisements in a national financial journal and in newspapers in Washington, D. C. and New York City, which:
 - (a) notify the public of this action; and,
 - (b) offer to supply without charge to any party outside of Washington, D. C. who had previously been the recipient of or had seen COUNCIL material, copies of defendants' amended registration statements and supplements thereto.
- 6. A mandatory injunction requiring defendants COUNCIL and JTPO to file with the Department of Justice copies of the aforementioned advertisements.
- 7. A mandatory injunction requiring defendant COUNCIL to:
 - (a) notify each and every party or organization on its mailing lists of this action with an offer to supply to

any party outside of Washington, D. C. copies of defendants COUNCIL's and JTPO's amended registration statements and supplements thereto; and,

- (b) notify each and every legislator,

 Congressional Committee, governmental

 agency or quasi-governmental organization

 with which COUNCIL had any contact of this

 action, together with supplying such

 parties with copies of the amended

 registration statements and supplements

 thereto of the COUNCIL and JTPO.
- 8. A permanent injunction restraining and enjoining defendants from acting for or in the interests of the Embassy of Japan until they have complied with paragraphs 1 through 7 of the prayer for relief.

And for such further relief as this Court deems appropriate under the circumstances.

Respectfully submitted,

EARL J. SILBERT United States Attorney

ROBERT L. KEUCH

JUSTIN J. O'SHEA

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